Table 1

Funds spent for business R&D performed in the United States, by type of R&D, source of funds, and size of company: 2017–18

(Millions of U.S. dollars)

Selected characteristic and company size	2017		2018	
Domestic R&D performance <sup>a</sup>	400,100		441,036	
Type of R&D <sup>b</sup>				
Basic research	24,829		28,980	
Applied research	62,132		65,222	
Development	313,139		346,834	
Paid for by the company <sup>c</sup>	339,036		377,806	
Basic research	18,732		22,312	
Applied research	49,149		53,229	
Development	271,155		302,264	
Paid for by others	61,065		63,230	
Basic research	6,097		6,668	
Applied research	12,984		11,993	
Development	41,984		44,570	
Source of funds				
Federal	24,277	i	24,685	
Other <sup>d</sup>	36,788		38,545	
Size of company (number of domestic employees)				
Small companies <sup>e</sup>				
10-19	3,311		4,390	
20-49	9,435		11,252	
Medium companies				
50-99	10,141		12,321	
100-249	17,216		18,547	
Large companies				
250-499	14,103		19,645	
500-999	17,871		17,657	
1,000-4,999	65,112		68,578	
5,000-9,999	40,198		45,337	
10,000-24,999	73,485		84,420	
25,000 or more	149,227		158,889	

i = more than 50% of the estimate is a combination of imputation and reweighting to account for nonresponse.

## Note(s)

Detail may not add to total because of rounding. Beginning in survey year 2018, companies that performed or funded less than \$50,000 of R&D were excluded from tabulation. These companies in aggregate represented a very small share of total R&D expenditures in prior years. Had the companies under this threshold been included in the 2018 estimates, they would have contributed approximately \$90 million to overall R&D expenditures. Excludes data for federally funded research and development centers.

## Source(s)

National Center for Science and Engineering Statistics and U.S. Census Bureau, Business Research and Development Survey.

<sup>&</sup>lt;sup>a</sup> Domestic R&D performance is the cost of R&D paid for and performed by the respondent company and paid for by others outside of the company and performed by the company.

b R&D is planned, creative work aimed at discovering new knowledge or devising new applications of available knowledge. This includes (1) activities aimed at acquiring new knowledge or understanding without specific immediate commercial applications or uses (basic research), (2) activities aimed at solving a specific problem or meeting a specific commercial objective (applied research), and (3) systematic work, drawing on research and practical experience and resulting in additional knowledge, which is directed to producing new processes or to improving existing products—goods or services—or processes (development).

<sup>&</sup>lt;sup>c</sup> Includes foreign subsidiaries of U.S. companies.

<sup>&</sup>lt;sup>d</sup> Includes companies located inside and outside the United States; U.S. state government agencies and laboratories; U.S. universities, colleges, and academic researchers; and all other organizations located inside and outside the United States.

e The Business Research and Development Survey does not include companies with fewer than 10 domestic employees.